



MICHIGAN
HOUSE OF REPRESENTATIVES
P.O. Box 30014
LANSING, MICHIGAN 48909-7514

**MINUTES OF THE COMMITTEE
ON
TAX POLICY**

Wednesday, March 29, 2017 10:30 a.m. Room 521, House Office Building

The House Committee on Tax Policy was called to order by the Chairman, Representative Jim Tedder.

Members present: Representatives Tedder, Maturen, Howrylak, Kesto, Lucido, Vaupel, Johnson, Kahle, Lower, Byrd, Neely, Ellison, and Hammoud.

Members absent/excused: None.

Representative Lower moved to adopt the minutes from the Wednesday, March 22, 2017 meeting.

There being no objection, the motion prevailed by unanimous consent.

The Chair laid before the committee HB 4350 and HB 4351:

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| HB 4350 (Kahle) | Use tax; exemptions; purchase of certain aviation equipment; exempt. |
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| HB 4351 (Kahle) | Sales tax; exemptions; purchase of certain aviation equipment; exempt. |
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Representative Kahle moved to adopt the substitute (H-1) to HB 4350.

The motion prevailed by a vote of 13-0-0.

FAVORABLE ROLL CALL:

YEAS: Representatives Tedder, Maturen, Howrylak, Kesto, Lucido, Vaupel, Johnson, Kahle, Lower, Byrd, Neely, Ellison, and Hammoud.

NAYS: None.

PASS: None.

Representative Lower moved to adopt the substitute (H-1) to HB 4351.

The motion prevailed by a vote of 13-0-0.

FAVORABLE ROLL CALL:

YEAS: Representatives Tedder, Maturen, Howrylak, Kesto, Lucido, Vaupel, Johnson, Kahle, Lower, Byrd, Neely, Ellison, and Hammoud.

NAYS: None.

PASS: None.

Representative Ellison offered the following amendment to HB 4350, (H-1):

1. Amend page 5, following line 18, by inserting:

"Enacting section 2. It is the intent of the legislature to annually appropriate sufficient funds from the state general fund to the state school aid fund created in section 11 of article IX of the state constitution of 1963 to fully compensate for any loss of revenue to the state school aid fund resulting from the enactment of this amendatory act.".

Representative Ellison moved to adopt the amendment to HB 4350, (H-1).

The motion failed by a vote of 5-8-0.

UNFAVORABLE ROLL CALL:

YEAS: Representatives Howrylak, Byrd, Neely, Ellison, and Hammoud.

NAYS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Johnson, Kahle, and Lower.

PASS: None.

Representative Ellison offered the following amendment to HB 4351, (H-1):

1. Amend page 4, following line 8, by inserting:

"Enacting section 2. It is the intent of the legislature to annually appropriate sufficient funds from the state general fund to the state school aid fund created in section 11 of article IX of the state constitution of 1963 to fully compensate for any loss of revenue to the state school aid fund resulting from the enactment of this amendatory act.".

Representative Ellison moved to adopt the amendment to HB 4351, (H-1).

The motion failed by a vote of 5-8-0.

UNFAVORABLE ROLL CALL:

YEAS: Representatives Howrylak, Byrd, Neely, Ellison, and Hammoud.

NAYS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Johnson, Kahle, and Lower.

PASS: None.

Representative Hammoud offered the following amendment to HB 4350 (H-1):

1. Amend page 5, following line 18, by inserting:
"Enacting section 2. This amendatory act does not take effect unless all of the following bills of the 99th Legislature are enacted into law:

- (a) House Bill No. 4128.
- (b) House Bill No. 4129."

Representative Hammoud moved to adopt the amendment to HB 4350, (H-1).

The motion failed by a vote of 3-8-2.

UNFAVORABLE ROLL CALL:

YEAS: Representatives Neely, Ellison, and Hammoud.

NAYS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Johnson, Kahle, and Lower.

PASS: Representatives Howrylak and Byrd.

Representative Hammoud offered the following amendment to HB 4351, (H-1):

1. Amend page 4, following line 8, by inserting:
"Enacting section 2. This amendatory act does not take effect unless all of the following bills of the 99th Legislature are enacted into law:

- (a) House Bill No. 4128.
- (b) House Bill No. 4129."

Representative Hammoud moved to adopt the amendment to HB 4351, (H-1).

The motion failed by a vote of 3-8-2.

UNFAVORABLE ROLL CALL:

YEAS: Representatives Neely, Ellison, and Hammoud.

NAYS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Johnson, Kahle, and Lower.

PASS: Representatives Howrylak and Byrd.

Brett Marr, representing Delta Airlines, submitted a testimony card in support of HB 4350 and HB 4351, as substitute (H-1), but did not wish to speak.

Tricia Kinley, representing the Michigan Chamber of Commerce, submitted a testimony card in support of HB 4350 and HB 4351, but did not wish to speak.

Representative Kahle moved to report HB 4350 as substitute (H-1), with recommendation.

The motion prevailed by a vote of 8-5-0.

FAVORABLE ROLL CALL:

YEAS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Kahle, Lower, and Byrd.

NAYS: Representatives Howrylak, Johnson, Neeley, Ellison, and Hammoud.

PASS: None.

Representative Lower moved to report HB 4351 as substitute (H-1), with recommendation.

The motion prevailed by a vote of 8-5-0.

FAVORABLE ROLL CALL:

YEAS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Kahle, Lower, and Byrd.

NAYS: Representatives Howrylak, Johnson, Neeley, Ellison, and Hammoud.

PASS: None.

The Chair laid before the committee HB 4825:

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| HB 4285 (Lucido) | Property tax; payment and collection; personal liability for unpaid property taxes; clarify. |
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Representative Lucido introduced his bill to the committee. Questions and discussion followed.

Howard Ryan, representing the Michigan Department of Treasury, testified to HB 4285. Questions and discussion followed.

Matt Crehan, representing the Earth Land Company, testified to HB 4285.

There being no further business before the committee and seeing no objection, the Chair adjourned the meeting, the time being 11:32 a.m.

Representative Jim Tedder, Chair

Kevin Gawronski
Committee Clerk
March 29, 2017
1 hour 2 minutes

Date Approved and Signed